

U.S. Department of Health and Human Services
Food and Drug Administration
CONSOLIDATED STATEMENTS OF FINANCING
For the Year Ended September 30, 2004 and 2003
(In Thousands)

	2004	2003
RESOURCES USED TO FINANCE ACTIVITIES:		
Budgetary Resources Obligated:		
Obligations incurred	\$1,818,417	\$1,823,455
Less: Spending authority from offsetting collections and recoveries	(490,018)	(453,450)
Obligations net of offsetting collections and recoveries	1,328,399	1,370,005
Less: Offsetting receipts	(1,545)	(1,878)
Net obligations	1,326,854	1,368,127
Non-budgetary Resources:		
Transfers in/out without reimbursement	(4,069)	(52)
Imputed financing from costs absorbed by others	80,811	74,762
Net non-budgetary resources used to finance activities	76,742	74,710
Total resources used to finance activities	1,403,596	1,442,837
RESOURCES USED TO FINANCE ITEMS NOT PART OF THE NET COST OF OPERATIONS:		
Change in budgetary resources obligated for goods, services, and benefits ordered but not yet provided	1,316	(62,145)
Adjustments other than collections made to compute net budgetary resources that do not affect cost of operations:		
Recoveries of prior-year authority	63,144	50,223
Increase in unfilled customer orders	22,850	7,905
Resources that fund expenses recognized in prior periods	(9,339)	(4,806)
Resources that finance the acquisition of assets or liquidation of liabilities	(47,924)	(55,053)
Other resources that do not affect net cost of operations	-	-
Total resources used to fund items not part of the net cost of operations	30,047	(63,876)
Total resources used to finance the net cost of operations	1,433,643	1,378,961
COMPONENTS OF THE NET COST OF OPERATIONS THAT DO NOT REQUIRE OR GENERATE RESOURCES DURING THE REPORTING PERIOD:		
Components not requiring or generating resources:		
Depreciation and amortization	20,245	19,365
Losses on disposition of assets	205	4,449
Other	-	39
Total components not requiring or generating resources	20,450	23,853
Components requiring or generating resources in future periods:		
Change in exchange revenue receivable from public	4,241	(5,637)
Annual leave expense from increase in annual leave liability	10,277	10,252
Other	(2,585)	1,297
Subtotal	11,933	5,912
Total components of net cost of operations that do not require or generate resources during the reporting period	32,383	29,765
Net cost of operations	\$1,466,026	\$1,408,726

The accompanying notes are an integral part of these statements.